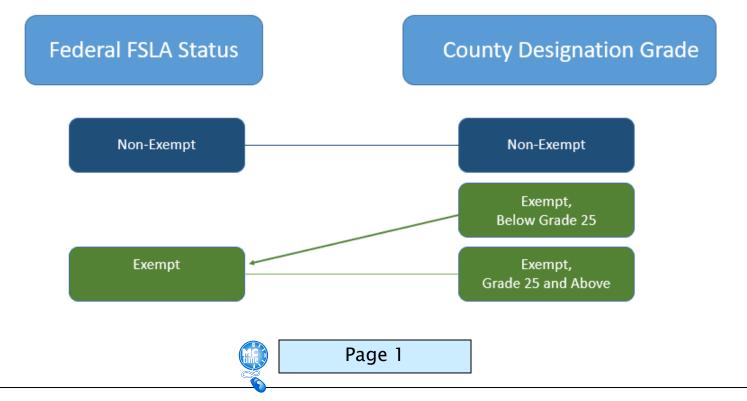


### Use of *Flex Hours Worked*

Department of Labor's **Fair Labor Standards Act (FLSA)** is the Federal law that addresses how an employer must compensate employees for <u>excess hours</u> worked based on job classifications of either: Non-Exempt or Exempt.

OHR's Classification Team designates each County position according to job tasks as exempt or not exempt and assigns a classification grade. Oracle data (FLSA Status and Grade) passed to MCtime nightly. MCtime pay rules are configured and assigned based on this information.

MCtime Pay Rules are configured to calculate excess hours based on: the schedule, employee's FLSA status and Grade, excess pay thresholds (overtime), and other factors.





### Use of Flex Hours Worked

Because the Montgomery County Personnel Regulations (MCPR) and Collectively Bargained Agreements (CBAs) sometimes permit an employee to alter workdays or work weeks, not all items are configurable in MCtime.

The pay code: **Flex Hours Worked**, allow EMPLOYEES (with manager's approval) flexibility to adjust their schedule, which might otherwise be subject to excess (overtime) thresholds. The pay code: **Flex Hours Worked** will suppress the calculation of excess hours in a timecard.

When: Employee directed (not management) schedule

change. MANAGEMENT directed changes may

require excess (overtime) compensation.

**To**: Use suppresses the calculation of excess hours

(overtime pay or compensatory leave)

**How**: Use pay code: **Hours Worked** first. To test if **Hours** 

Worked generates excess hours, a manager can

populate the timecard and use the Calculate Totals tool

(found under *Actions* in the MCtime application).

Use pay code: Flex Hours Worked only when

necessary to suppress OT

**Note**: Review any impact to differentials

Flex Hours Worked = Regular Hours

Special Multilingual Differential pay codes -

Flex Hours with ML1 or ML2





### **Understanding Thresholds**

Thresholds are relevant to understanding when it is appropriate to use **Flex Hours Worked**.

Excess Hours	FLSA Non- Exempt	FLSA Exempt, Below Grade 25	FLSA Exempt, Grade 25 & Above	MLS, Directors, Question A Management
Daily Thresholds*	8	8	8	N/A
Weekly Thresholds	40	40**	N/A	N/A
Bi-Weekly Thresholds ***	N/A	80	80	80
Default Form of Payment	Overtime Pay	Compensatory Leave	Compensatory Leave	Unpaid
Rate of Payment	1.5	1.5	1.0	Unpaid

#### Notes-

- \* Daily Thresholds are based on scheduled hours, typically 8 hours. For Full time employees, weekly thresholds must be met before weekly or bi-weekly thresholds are triggered. For Part-time employees and some schedules, daily thresholds will trigger excess hours (overtime).
- \*\* MCGEO CBA allows for Exempt Employees below Grade 25 to <u>request</u> alterations to workday/work week. These requests are subject to Management approval. These requests are considered "employee directed" rather than "management directed."
- \*\*\* Public Safety Employees (FOP, IAFF and SHF) are subject to adjusted bi-weekly FLSA 7(k) thresholds, regardless of FLSA Status or Grade.





#### When to Use Flex Hours Worked

## What are some examples of when it is appropriate to use a Flex Hours Worked Pay Code?

- Compressed Schedule Patterns (Daily Thresholds 9-hour days) - alteration of workday
- Part-Time Employees (Daily Thresholds) -- alteration of workday
- FLSA EXEMPT, Below Grade 25 an employee directed alteration of work week
- Special Public Safety Schedule Patterns (Thresholds determined by configured schedule pattern)

# What are some examples of when it is <u>not</u> appropriate to use a Flex Hours Worked Pay Code?

- FLSA EXEMPT, Below Grade 25 schedules management directed schedule adjustments
- FLSA EXEMPT, Below Grade 25 schedules for FT schedule in both weeks (40 hours or more)
- FLSA EXEMPT, Grade 25 & Above schedules, MLS,
   Directors and Question A

   FT Pay Rules already configured for 80 hours biweekly
- FLSA NON- EXEMPT a NON- EXEMPT employee may not alter between work weeks
- Do <u>not</u> use Flex Hours Worked for <u>more hours than needed</u>
- NEVER USE Flex Hours Worked on the day the employee did not work, or else the employee will be paid double.
- Multilingual Certified Employees must use Flex Hours Worked w/ MLA or MLB instead.

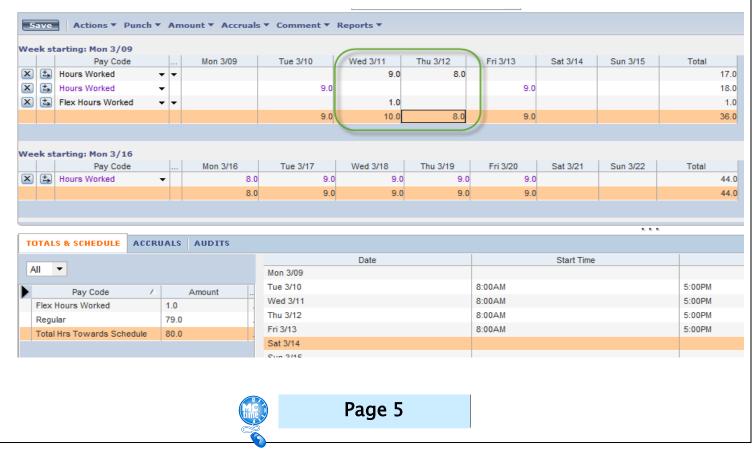




Example 1 - Compressed Schedule Patterns
(Daily Thresholds 9 hour days) - alteration of work day

Employee requests/management approves alteration of work day 3/10 & 3/11

Only the hours worked are recorded on each day. The Compressed Patterns are configured to treat any deviation from schedule as excess hours. Therefore to accommodate the employee's request to work additional time on Wednesday in exchange for leaving work early on Thursday, one hour is recorded using the *Flex Hours Worked* pay code. Total Hours Towards Schedule is 80, with no excess hours.

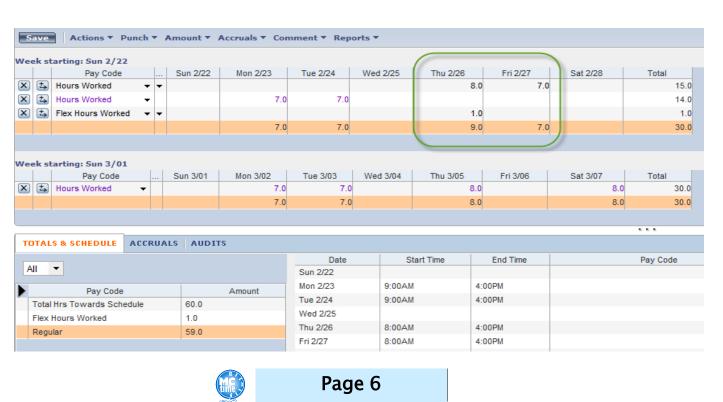




Example 2 - Part-Time Employees (Daily Thresholds) - alteration of work day

Employee requests/management approves alteration of work day 3/9 & 3/13

Only the hours worked are recorded on each day. The Part-Time Employees (Daily Thresholds) are configured to treat any additional hours against the Daily Threshold of 8 hours, since Weekly Thresholds may not be met. Therefore to accommodate the employee's request to work additional time on Thursday in exchange for leaving work early on Friday, one hour is recorded using the *Flex Hours Worked* pay code. Total Hours Towards Schedule is 60, with no excess hours.

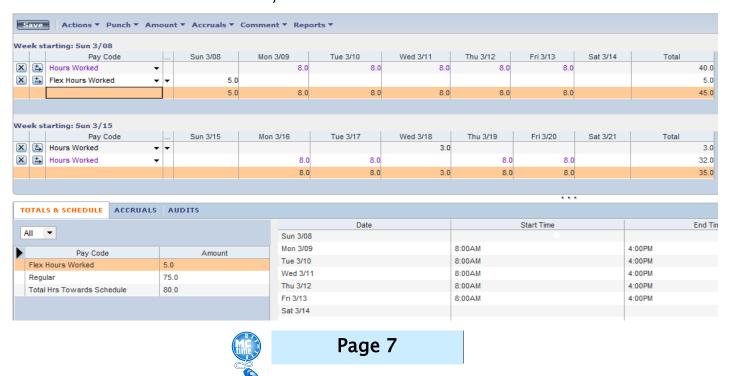




Example 3 - FLSA EXEMPT, Below Grade 25 – an employee directed alteration of work week

Employee works Sunday 3/8 – best practice would always be to alter schedule within same week, but if alteration is between weeks in pay period, the pay code "Flex Hours Worked" is needed. Employee requests/management approves alteration of work day 3/18 in the following week

Only the hours worked are recorded on each day. The Employee's Weekly Threshold is configured to treat hours >40 as excess. Therefore to accommodate the employee's request to work additional time on Sunday in the first week in exchange for leaving work early on Wednesday in the second week, five hours are recorded using the *Flex Hours Worked* pay code. Total Hours Towards Schedule is 80, with no excess hours.

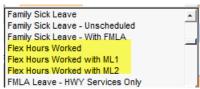


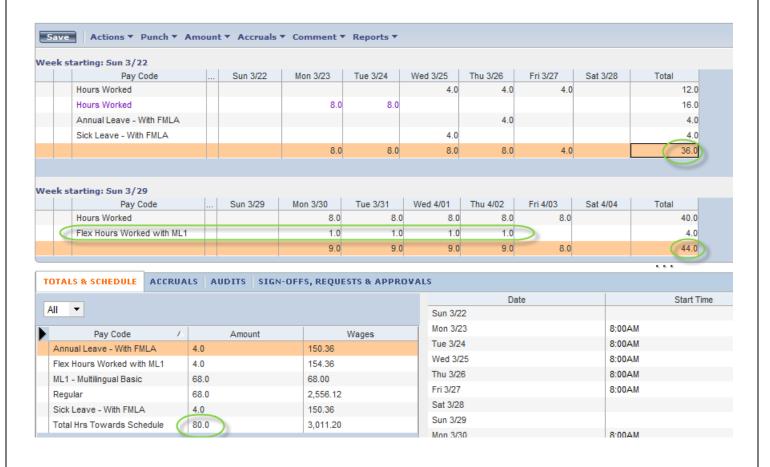


Example 4 – **Employee with Multilingual Certification**– any eligible Flex Hours Worked situation

When an employee is Multilingual Certified, the use of Flex Hours worked may also require review of Multilingual Hours.

There are two pay codes that combine Flex Hours Worked and Multilingual:



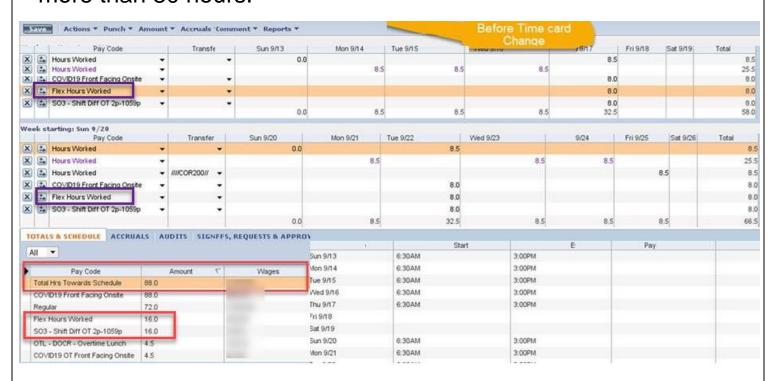




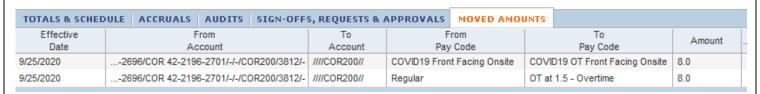
Example 5 – (DOCR Only)

#### DOCR Shift Swaps within the week and excess hours.

When the swap shift is worked with another shift (double shift on the same day) the **Flex Hours Worked** is needed. If excess shifts are worked, **Total Hours Towards Schedule** could be more than 80 hours.



The fix to this requires Pay Code Moves of "**Regular**" hours, that can <u>only</u> be performed with MCtime Team access. Review Differentials. Contact the MCtime Team.



Send Email Questions to <a href="MCtime@MontgomeryCountyMD.gov">MCtime@MontgomeryCountyMD.gov</a>

